

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1696-01
Bill No.: HB 959
Subject: Education, Elementary and Secondary; Department of Elementary and Secondary Education
Type: Original
Date: March 16, 2015

Bill Summary: This proposal imposes penalties against parents or guardians of children who are not enrolled in school or who are habitually absent without excuse.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
General Revenue	Unknown	Unknown	Unknown
Total Estimated Net Effect on General Revenue	Unknown	Unknown	Unknown

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Officials at the **Department of Higher Education** assume there could be a savings to the state, but they do not have data to give a precise amount.

Officials at the **Department of Mental Health**, the **Department of Labor and Industrial Relations** and the **Department of Economic Development** each assume there is no fiscal impact to their respective agencies from this proposal.

Officials at the **County Employees' Retirement Fund** assume this may have a savings if a member's children are habitually absent from school. However, there is no way to determine the impact.

Officials at the **Missouri Local Government Employees Retirement System**, **Missouri State Employee's Retirement System**, **Police Retirement System of Kansas City**, **Prosecuting and Circuit Attorney's Retirement System**, **Public School and Education Employee Retirement** and **Police Retirement System of St. Louis** each assume there is no fiscal impact to their respective organizations from this proposal.

Officials at the **Cole R-1 School District**, **Everton R-III School District**, **Kansas City Public Schools**, **Malta Bend School District** and the **Special School District of St. Louis** each assume there is no fiscal impact to their respective school districts from this proposal.

Oversight notes that this proposal would allow the public benefits of a parent or guardian to be revoked if their child is not enrolled in and attending school. Oversight is unable to determine how many children in the state are habitually absent or not enrolled in school. Oversight is also unable to determine if the children that are habitually absent or not enrolled in school have parent that receive public benefits. Oversight notes there are currently 887,641 students in public school in Missouri.

ASSUMPTION (continued)

Oversight notes this proposal defines "public benefit" as "... any grant, contract, or loan provided by an agency of state or local government; or any retirement, welfare, health, postsecondary education, state grants and scholarships, disability, housing, or food assistance benefit under which payments, assistance, credits, or reduced rates or fees are provided." Since many of these public benefits are paid for by the State using General Revenue Funds, Oversight will reflect an Unknown savings to General Revenue from this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
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GENERAL REVENUE

<u>Savings</u> - Various Agencies - parents losing benefits from their children being habitually absent from school	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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ESTIMATED NET EFFECT ON GENERAL REVENUE	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

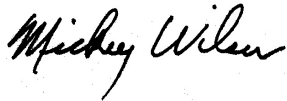
FISCAL DESCRIPTION

This legislation imposes penalties against parents or guardians of children who are not enrolled in school or who are habitually absent without excuse.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Cole R-1 School District
County Employees' Retirement Fund
Department of Economic Development
Department of Higher Education
Department of Labor and Industrial Relations
Department of Mental Health
Everton R-III School District
Kansas City Public Schools
Malta Bend School District
Missouri Local Government Employees Retirement System
Missouri State Employee's Retirement System
Prosecuting and Circuit Attorney's Retirement System
Police Retirement System of Kansas City
Police Retirement System of St. Louis
Public School and Education Employee Retirement
Special School District of St. Louis



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March 16, 2015

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